

A63WX (BJ)  
(600) AMS BUDGET

*Brain Jan. 2, 1959.*

NIKOYAN  
BY WARREN ROGERS JR.  
WASHINGTON, JAN. 2 (AP)—THE SOVIET FIRST DEPUTY PREMIER, ANASTAS I. MIKOYAN, IS EXPECTED TO ARRIVE IN NEW YORK CITY EARLY SUNDAY ABOARD A SCANDINAVIAN AIRLINES PLANE.  
THIS WAS ONE OF SEVERAL PIECES OF NEWS THAT SLIPPED OUT TODAY FROM BEHIND AN OFFICIAL CURTAIN OF SECRECY.  
AUTHORITATIVE SOURCES SAID MIKOYAN WILL HEAD A PARTY OF SIX, INCLUDING HIS SON, SERGO ANASTASOVICH MIKOYAN, ABOUT 35.  
THE ELDER MIKOYAN, RUSSIA'S TRADE EXPERT AND SECOND AT THE KREMLIN ONLY TO PREMIER NIKITA KHRUSHCHEV, IS REPORTED TO HAVE 10 AMERICAN CITIES ON HIS TENTATIVE ITINERARY.  
THEY INCLUDE WASHINGTON, D.C., NEW YORK, PHILADELPHIA, BOSTON, CLEVELAND, CHICAGO, DETROIT, DALLAS, LOS ANGELES AND SAN FRANCISCO.  
SECURITY MANEUVERS HAVE BLANKETED MIKOYAN'S VISIT. THE PEOPLE IN RUSSIA HAVE NEVER BEEN TOLD HE IS COMING TO THE UNITED STATES. THE STATE DEPARTMENT REFERS ALL QUESTIONS TO THE SOVIET EMBASSY, AND THE SOVIET EMBASSY ISN'T TALKING.  
THE RUSSIANS APPEARED TO BE GUIDED BY REASONS OF PERSONAL SECURITY. THEY MAY BE WORRIED ABOUT POSSIBLE ANTI-RUSSIAN DEMONSTRATIONS BY FORMER HUNGARIAN FREEDOM FIGHTERS (APS HFF) AND OTHER REFUGEES FROM COMMUNISM.  
IN THIS CONNECTION, REP. WALTER H. JUDD (R-MINN) DECLINED TO ATTEND A DINNER IN HONOR OF MIKOYAN, TO BE GIVEN HERE MONDAY NIGHT BY ERIC JOHNSTON, MOTION PICTURE INDUSTRY LEADER.  
JUDD RAISED THE QUESTION: "WHY NOT GIVE A DINNER FOR THE MARTYRS OF HUNGARY?"  
IN ALL THE SECRECY, IT WAS STILL LEARNED ON GOOD AUTHORITY THAT, UNLESS PLANS ARE BELATEDLY CHANGED, THE MIKOYAN PARTY WILL BE ABOARD SCANDINAVIAN AIRLINES SYSTEM FLIGHT 921 ARRIVING AT 6:50 A.M. EST AT NEW YORK'S IDLEWILD INTERNATIONAL TERMINAL. THE FLIGHT IS FROM COPENHAGEN, DENMARK.  
MIKOYAN WILL GO BY MOTORCADE TO THE PARK AVENUE HEADQUARTERS OF THE SOVIET UNITED NATIONS DELEGATION. AFTER A TWO OR THREE HOUR VISIT, THE PARTY PLANS TO MOTOR TO WASHINGTON. IF THE WEATHER IS BAD, MIKOYAN EXPECTS TO GO BY TRAIN.  
HUNGARIAN GROUPS HAVE ANNOUNCED PLANS TO PICKET MIKOYAN, AT THE SOVIET PARK AVENUE HEADQUARTERS AND PERHAPS ELSEWHERE. AS A RESULT, BETWEEN 300 AND 400 UNIFORMED NEW YORK POLICE HAVE BEEN ASSIGNED TO PROTECT THE RUSSIAN PARTY. THE OFFICERS WILL CARRY NIGHTSTICKS.  
ONE SOVIET OFFICIAL WHO WILL ACCOMPANY MIKOYAN, VLADIMIR BURDIN OF THE SOVIET FOREIGN MINISTRY, WAS REPORTED ALREADY IN NEW YORK.  
MIKOYAN'S PARTY THUS WILL INCLUDE TWO REPRESENTATIVES OF THE SOVIET TRADE MINISTRY, TWO FROM THE FOREIGN MINISTRY AND ONE SECURITY MAN.  
SOVIET INFORMANTS SAID MIKOYAN WOULD TRAVEL ABOUT THE UNITED STATES BY TRAIN AND PLANE, USING COMMERCIAL TRANSPORTATION, AND FLYING ONLY ON LONG TRIPS. THE SOVIET EMBASSY WAS UNDERSTOOD TO BE MAKING TRANSPORTATION ARRANGEMENTS DIRECTLY, INSTEAD OF THROUGH THE STATE DEPARTMENT.  
MIKOYAN WAS REPORTED READY TO SPEND FOUR OR FIVE DAYS IN WASHINGTON AND ANOTHER 10 OR 12 DAYS ON TOUR. HOWEVER, IT WAS SAID HE HAD NOT YET FINALLY APPROVED A PROPOSED ITINERARY.  
HE IS EXPECTED TO TALK TO BUSINESSMEN, INDUSTRIALISTS AND FARMERS DURING HIS U.S. TOUR. IN WASHINGTON, NO OFFICIAL TALKS HAD YET BEEN ARRANGED. ALTHOUGH THE STATE DEPARTMENT HAS SAID SECRETARY

30.24- 5711

DULLES AND ANY OTHER U.S. OFFICIAL--PRESUMABLY INCLUDING PRESIDENT EISENHOWER--WOULD BE HAPPY TO SEE HIM IF HE REQUESTS A CONFERENCE.

THE STATE DEPARTMENT INDICATED NO OFFICIAL U.S. GOVERNMENT GREETER WOULD BE ON HAND WHEN MIKOYAN ARRIVES SUNDAY. HOWEVER, THREE STATE DEPARTMENT SECURITY EXPERTS WERE ORDERED TO BE ON HAND TO HELP NEW YORK POLICE MAKE SURE ANY DEMONSTRATIONS DID NOT GET OUT OF HAND.

DURING MIKOYAN'S TOUR, AT LEAST ONE STATE DEPARTMENT SECURITY MAN IS TO GO ALONG. BUT, AS USUAL WITH FOREIGN VISITORS, LOCAL POLICE WOULD BEAR THE MAIN BURDEN OF KEEPING ORDER.

MIKOYAN IS SCHEDULED TO ADDRESS THE NATIONAL PRESS CLUB AT A JAN. 19 LUNCHEON IN WASHINGTON. HE ALSO IS REPORTED CONSIDERING OTHER ENGAGEMENTS, INCLUDING A JAN. 14 ADDRESS BEFORE THE ECONOMIC CLUB OF NEW YORK, AND A PRIVATE TALK TO NEW YORK'S COUNCIL ON FOREIGN RELATIONS.

CZ&JC606PES

A117WX

(200) JUDD-MIKOYAN

WASHINGTON, JAN. 2 (AP)—REP. WALTER H. JUDD (R-MINN) TODAY REFUSED AN INVITATION TO A DINNER FOR SOVIET NO. 2 MAN ANASTAS I. MIKOYAN. JUDD TOLD THE HOST, FORMER SPECIAL AMBASSADOR ERIC JOHNSTON, "GHOSTS OF TOO MANY ENSLAVED, TORTURED AND MURDERED HUMAN BEINGS WILL BE LOOKING DOWN ON THE DINNER."

"WHY NOT JUST GIVE A DINNER FOR THE MARTYRS OF HUNGARY AND INVITE MIKOYAN?" ASKED JUDD, A FORMER MISSIONARY.

JOHNSTON, PRESIDENT OF THE MOTION PICTURE ASSOCIATION OF AMERICA WHO HAS SERVED AS PRESIDENT EISENHOWER'S ENVOY TO THE MIDDLE EAST, HAD INVITED JUDD, MRS. JUDD AND OTHERS TO THE DINNER NEXT MONDAY.

THE CONGRESSMAN, A MEMBER OF THE HOUSE FOREIGN AFFAIRS COMMITTEE, TELEGRAPHED JOHNSTON THAT HE APPRECIATED THE COURTESY BUT REGRETTED THAT JOHNSTON WAS HAVING THE DINNER.

"PRIVATE NEGOTIATIONS WITH TYRANTS ACTUALLY IN POWER IN A COUNTRY ARE ONE THING," JUDD WIRED. "CONFERRING RESPECTABILITY ON THEM AND INCREASING THEIR PRESTIGE AND POWER BY ACCEPTANCE INTO CIVILIZED SOCIETY IS QUITE ANOTHER."

JUDD SAID HE WOULD BE GLAD TO PARTICIPATE IN ENTERTAINING MIKOYAN AND ASSOCIATES IF THEY WOULD FIRST FREE SUBJECT PEOPLES AND ABANDON PROGRAMS FOR FURTHER CONQUEST. BUT, HE SAID, UNDER THE PRESENT CIRCUMSTANCES HE AND HIS WIFE "WILL NOT BE PRESENT FOR SAME REASONS WE WOULD NOT ATTEND A SOCIAL FUNCTION HONORING HITLER, HIMMLER, NERO OR GENGHIS KHAN."

RZ854PES

A93

(200)

BERLIN, JAN. 2 (AP)—COMMUNIST EAST GERMANY TODAY COMPLAINED THAT THE WESTERN NOTES TO RUSSIA ON THE BERLIN ISSUE CONTAINED NOTHING NEW AND DID NOT MAKE ANY COUNTERPROPOSAL TO SOVIET PREMIER KHRUSHCHEV.

IT WAS THE FIRST OFFICIAL COMMUNIST COMMENT ON THE WESTERN NOTES, WHICH WERE HANDED TO THE KREMLIN WEDNESDAY.

THE WESTERN POWERS REJECTED KHRUSHCHEV'S THREAT TO END THE FOUR POWER OCCUPATION OF BERLIN AND TURN WEST BERLIN INTO A DISARMED "FREE CITY" BY NEXT MAY 27.

AMERICA, FRANCE AND GREAT BRITAIN PROPOSED A FOUR-POWER CONFERENCE



ON THE ENTIRE GERMAN ISSUE INCLUDING WEST BERLIN BUT SAID THEY WOULD NOT NEGOTIATE "UNDER MENACE OR ULTIMATUM."  
NEUES DEUTSCHLAND, COMMUNIST EAST GERMANY'S PARTY PAPER, SAID THE WESTERN POWERS REJECTED THE SOVIET BERLIN PROPOSAL "BECAUSE THEY WANT TO MAINTAIN THE MILITARY OCCUPATION OF WEST GERMANY AND WEST BERLIN AND THE SPLIT OF GERMANY CAUSED BY THEM IN ALL ETERNITY."  
THE PAPER CLAIMED THAT THE WESTERN NOTES DID NOT EVEN TOUCH THE ESSENCE OF MOSCOW'S BERLIN PROPOSAL. IT ASSERTED THAT IN AMERICA AND OTHER WESTERN COUNTRIES, PUBLIC OPINION IS BECOMING MORE AND MORE AWARE OF THE FACT THAT A MERE NO TO THE SOVIET PROPOSAL ON BERLIN IS JUST NOT ENOUGH.

BJ750AES  
B52 Q

--17--

BY SEYMOUR TOPPING (280)

BERLIN, JAN. 2 (AP)-YUGOSLAVIA'S PRESIDENT TITO MAY BE WONDERING IF IT WAS A GOOD IDEA TO GRANT DIPLOMATIC RECOGNITION TO EAST GERMANY'S REGIME.

TITO SET UP A LEGATION IN EAST BERLIN 13 MONTHS AGO. YUGOSLAVIA WAS THE FIRST NATION OUTSIDE THE SOVIET BLOC TO RECOGNIZE THE EAST GERMAN REGIME.

NOW THE YUGOSLAVS ARE HAVING THE KIND OF PROTOCOL TROUBLE THAT MIGHT MAKE OTHER NATIONS HESITATE BEFORE ACCORDING RECOGNITION TO THE EAST GERMANS.

INFORMANTS IN EAST BERLIN DISCLOSED THAT MITJA VOSNJAK, YUGOSLAV MINISTER TO EAST BERLIN, ANGRILY STALKED OUT OF THE BIG CELEBRATION TUESDAY OF THE 40TH ANNIVERSARY OF THE GERMAN COMMUNIST PARTY.

VOSNJAK STAGED HIS PROTEST WALK-OUT WHEN FRITZ GLOBIG, A PARTY FOUNDER, ACCUSED THE YUGOSLAV COMMUNISTS OF ABANDONING MARXISM-LENINISM AND "PROPAGATING THE FANTASY THAT CAPITALISM AND SOCIALISM CAN GROW INTO ONE ANOTHER."

IT WAS VOSNJAK'S SECOND WALK-OUT IN TWO MONTHS. THE YUGOSLAV MINISTER OSTENTATIOUSLY LEFT THE 41ST ANNIVERSARY CELEBRATION OF THE SOVIET OCTOBER REVOLUTION WHEN PREMIER OTTO GROTEWOHL DENOUNCED TITOISM.

EAST GERMANY'S RULERS HAVE BEEN AMONG THE MOST VOCIFEROUS OF THE SATELLITE LEADERS IN CONDEMNING TITO'S INDEPENDENT BRAND OF COMMUNISM.

THESE ATTACKS HAVE ISOLATED THE YUGOSLAV MINISTER IN THE EAST BERLIN DIPLOMATIC COMMUNITY AND MADE HIS POSITION MORE AND MORE AWKWARD.

VOSNJAK HAS LET IT BE KNOWN THAT HE IS UNHAPPY ABOUT THE SITUATION.

NO MENTION OF THE VOSNJAK WALK-OUT DEMONSTRATIONS HAS BEEN MADE IN THE EAST GERMAN PRESS.

EAST GERMANY HAS JUST LAUNCHED ITS BIGGEST DRIVE FOR DIPLOMATIC RECOGNITION. THE PREMIER WILL LEAVE SOON ON A PRESTIGE TOUR OF NEUTRALIST CAPITALS IN ASIA AND THE MIDDLE EAST WHERE PROSPECTS ARE SOMEWHAT BRIGHTER FOR SETTING UP DIPLOMATIC TIES.

TU&HW503PES

A147

ANSBACH, GERMANY, JAN. 2 (AP)-ERICH STENTZEL, A FORMER GERMAN AIR FORCE MAJOR, WAS SENTENCED TO THREE YEARS AND SIX MONTHS IN PRISON HERE TODAY FOR SHOOTING AND KILLING A GERMAN FARMER WHO HOISTED THE WHITE FLAG BEFORE ADVANCING AMERICAN TROOPS AT THE END OF WORLD WAR II.

RA1039PES

B80 (Q) (180)

ATTN HONOLULU

ANSBACH, GERMANY, SATURDAY, JAN. 3 (AP)-PROSECUTION OFFICIALS ANNOUNCED TODAY THAT ONE OF WEST GERMANY'S MOST SENSATIONAL CONCENTRATION CAMP TRIALS WILL GET UNDER WAY SOON.

HEADING THE LIST OF ACCUSED ARE FORMER SS (ELITE GUARD) LT. COL. KARL CHMIELEWSKI AND CAMP GUARD HERBERT JUNG. THEY ARE CHARGED WITH HAVING KILLED THOUSANDS OF INMATES AT CAMP GUSEN I, A SUB-ESTABLISHMENT OF THE NOTORIOUS MAUTHAUSEN CONCENTRATION CAMP, NEAR LINZ, AUSTRIA.

MAIN ITEM ON THE LIST OF ATROCITIES ALLEGED TO HAVE BEEN COMMITTED BY THE TWO MEN IS THE CHARGE THAT THEY HAD HUNDREDS OF CAMP INMATES STRIPPED IN SUB-ZERO TEMPERATURES, THEN SPRINKLED WITH WATER THUS FREEZING THEM STIFF AND CAUSING THEM TO FALL INTO A POND WHERE THEY DROWNED.

EXACT DATE OF THE TRIAL HAS NOT BEEN SET.

CHMIELEWSKI, 55, BELIEVED TO BE THE HIGHEST RANKING SURVIVOR OF MAUTHAUSEN'S SS-CONTINGENT, DISAPPEARED AT THE COLLAPSE OF HITLER'S REICH AND LIVED UNDER AN ASSUMED NAME UNTIL FOUND OUT WHEN TRIED FOR FRAUD AND BIGAMY TWO YEARS AGO. SUBSEQUENT POLICE CHECKS LED TO JUNG, SERVING A FIVE-YEAR PRISON TERM FOR HOUSEBREAKING AND ROBBERY.

JB910PES

A172 (110)

NUERNBERG, GERMANY, JAN. 2 (AP)-A TOTAL OF 1,986 REFUGEES FROM COUNTRIES BEHIND THE IRON CURTAIN HAVE SOUGHT POLITICAL ASYLUM IN WEST GERMANY DURING THE PAST YEAR.

THE FIGURE RELEASED BY THE CENTRAL WEST GERMAN REFUGEE AUTHORITIES DID NOT INCLUDE REFUGEES FROM COMMUNIST-RULED EAST GERMANY STREAMING ACROSS THE IRON CURTAIN BY THE THOUSANDS EACH WEEK. ONLY 25 PER CENT OF THE EAST EUROPEAN REFUGEES REACHING WEST GERMANY IN 1958 WERE GRANTED POLITICAL ASYLUM WHILE THE REST WERE MERELY ALLOWED TO REMAIN IN THE BONN REPUBLIC.

THE FIGURES INDICATED THAT 70 PERCENT OF THE REFUGEES CAME FROM YUGOSLAVIA, 20 PER CENT FROM POLAND AND THE REMAINDER FROM HUNGARY, CZECHOSLOVAKIA, ROMANIA AND OTHER RED-DOMINATED COUNTRIES.

HB1144PES

A105

(220)

NAPLES, ITALY, JAN. 2 (AP)-U.S. ADM. CHARLES R. BROWN CALLED TODAY FOR CONTINUED STRENGTHENING OF NATO AS A SHIELD FOR PEACE AS HE TOOK COMMAND OF ALLIED FORCES IN SOUTHERN EUROPE.

JET FIGHTER PLANES OF THE POWERFUL U.S. 6TH FLEET WHICH BROWN HAS BEEN COMMANDING SPILLED OUT "NATO" IN A SPECTACULAR FLY-OVER DURING THE CEREMONY. BROWN IS BEING SUCCEEDED AS 6TH FLEET COMMANDER BY REAR ADM. C. E. EKSTROM.

SOLDIERS, SAILORS AND AIRMEN OF THE SIX NATIONS IN THE SOUTHERN ATLANTIC PACT COMMAND -- THE UNITED STATES, BRITAIN, FRANCE, ITALY, GREECE AND TURKEY--PARTICIPATED IN THE COLORFUL CEREMONY THAT SAW THE TRANSFER OF COMMAND FROM U.S. ADM. ROBERT P. BRISCOE, WHO IS RETIRING.

NATO'S STRONG SUPPORT AND COOPERATION, BRISCOE SAID, IS BASED ON THE MUTUAL RESPECT, SUPPORT AND ACCEPTANCE OF THE OVER-ALL PRINCIPLES OF THE ATLANTIC PACT. WITHOUT THIS, NATO COULD NOT HAVE PROGRESSED TO ITS PRESENT STRENGTH AND EFFECTIVENESS, HE DECLARED.

BROWN SAID THAT THE PRESENT MOMENT IN "THE HISTORY OF OUR ALLIANCE AS FREE NATIONS IS BEING WATCHED BY MEN OF MANY FAITHS



AND MANY TONGUES SCATTERED THROUGHOUT THE WORLD."  
HE SAID THAT THE NEED FOR NATO CONTINUES AS URGENT AS EVER,  
BECAUSE "AS WE FACE THE FUTURE WE DO SO WITH THE KNOWLEDGE THAT THE  
ATTACKS UPON HUMAN FREEDOM AND WORLD PEACE HAVE NOT LESSENER . . . .  
"THE ONLY THING WHICH CAN REDUCE THE DANGER OF WAR AND THE THREAT  
TO FREEDOM IS OUR CONTINUED STRENGTH AND UNFALTERING DETERMINATION  
TO CONTINUE THE DEFENSE."  
RJ851AES

A82

(120)  
MOSCOW, JAN. 2 (AP)-GEN. IVAN SEROV, THE FORMER SOVIET SECURITY  
POLICE CHIEF, HAS RETURNED FROM A VACATION.  
DIPLOMATS WHO SAW SEROV AT THE KREMLIN'S NEW YEAR'S EVE BALL SAID  
HE APPEARED WELL RESTED AND HAD THE LOOK OF A MAN WHO "IS READY TO  
TACKLE NEW WORK."  
SEROV REPORTEDLY IS GETTING AN IMPORTANT MILITARY ASSIGNMENT.  
SUCH APPOINTMENTS ARE NOT ANNOUNCED IN THE SOVIET UNION AND BECOME  
PUBLIC ONLY WHEN THE OFFICER CONCERNED FIGURES IN HIS OFFICIAL  
CAPACITY IN SOME PUBLIC EVENT OR MEETING.  
THE GOVERNMENT ANNOUNCED NEARLY A MONTH AGO THAT SEROV HAD BEEN  
REMOVED FROM HIS POST AS HEAD OF THE SECURITY POLICE AND WOULD BE  
ASSIGNED OTHER DUTIES. THE POLICE POST WENT TO ALEXANDER N. SHELEPIN  
FORMER SECRETARY OF THE YOUNG COMMUNIST LEAGUE.  
VS722AES

A95

(360)  
BY WILTON WYNN  
CAIRO, JAN. 2 (AP)-COMMUNISTS ESTIMATED TO NUMBER 200 HAVE BEEN  
ARRESTED IN SYRIA AND EGYPT IN THE FIRST TWO DAYS OF THE NEW YEAR,  
AUTHORITATIVE SOURCES SAID TODAY.  
IT WAS THE BIGGEST ACTION SO FAR IN THE ANTI-COMMUNIST CAMPAIGN  
KICKED OFF BY PRESIDENT NASSER OF THE UNITED ARAB REPUBLIC IN A  
SPEECH DEC. 23. HE DENOUNCED REDS AS ENEMIES OF ARAB UNITY AND  
PROMOTERS OF ZIONIST AND IMPERIALIST OBJECTIVES.  
(SIMILAR NEWS CAME FROM BEIRUT, WHERE AN UNCONFIRMED REPORT FROM  
JUST ACROSS THE BORDER PLACED THE TOTAL ARRESTED BY SYRIAN POLICE AT  
600 COMMUNISTS IN DAMASCUS, ALEPPO, HOMS, HAMA AND OTHER CITIES.)  
APPARENTLY THE BIG COMMUNIST FISH SLIPPED OUT OF NASSER'S NET.  
THE LIST OF THOSE ARRESTED IN SYRIA DID NOT INCLUDE SYRIA'S TOP  
COMMUNIST, KHALED BAGDASH. ONE EGYPTIAN SOURCE DESCRIBED THE REDS  
NOW IN SYRIAN CUSTODY AS "ALL SMALL FROGS."  
THE ROUNDUP BEGAN AT THE STROKE OF MIDNIGHT ON NEW YEAR'S EVE,  
WHEN 12 TOP EGYPTIAN COMMUNISTS WERE ARRESTED, THREE PUBLISHING HOUSES  
CLOSED AND ONE BIG CLANDESTINE PRESS SEIZED. THE CAMPAIGN APPARENTLY  
STILL IS BEING PRESSED.  
RELIABLE INFORMANTS SAID THAT IN EGYPT ALONE AT LEAST 180 COMMUNIST  
ARE KNOWN TO HAVE BEEN PICKED UP IN THE LAST 48 HOURS. THE LIST  
INCLUDES WRITERS, PROFESSORS, STUDENTS AND WORKERS.  
CLOSING THE COMMUNIST PUBLISHING HOUSES AND PRESS IN CAIRO  
WILL BE A MAJOR BLOW TO COMMUNIST PROPAGANDA ACTIVITY HERE.  
RELIABLE INFORMANTS SAID THE PUBLISHING HOUSES HAD TURNED OUT AN  
ESTIMATED 400 MARXIST LINE BOOKS IN ARABIC YEARLY. THE ARREST OF  
COMMUNIST JOURNALIST ALSO IS EXPECTED TO WEAKEN THEIR INFLUENCE IN  
THE CAIRO PRESS, THE MOST INFLUENTIAL IN THE ARAB WORLD.  
NASSER'S NEW ANTICOMMUNIST CAMPAIGN WAS STIMULATED BY LEFTIST  
ACTIVITY IN IRAQ AND SYRIA.  
IN IRAQ COMMUNISTS BACKING PRIME MINISTER ABDEL KARIM KASSEM ARE  
TAKING A STRONG ANTI-NASSER LINE AND SAVAGELY ATTACKING PRO-  
NASSER ARAB NATIONALISTS THERE.

30.24- 5713

IN SYRIA COMMUNISTS UNDER BAGDASH OPENLY OPPOSED THE UNION OF SYRIA  
AND EGYPT.

INSIDE EGYPT THE COMMUNISTS ARE DIVIDED. THEY CIRCULATED ANTI-  
NASSER PAMPHLETS FOLLOWING HIS PORT SAID SPEECH, HOWEVER, AND THUS  
UNWITTINGLY INVITED THE CRACKDOWN, WHICH REPORTEDLY CAUGHT THEM OFF  
GUARD.

THE REDS FELT NASSER WOULD NOT DARE ATTACK THEM BEFORE SIGNING  
THE ASWAN HIGH DAM AGREEMENT WITH THE SOVIET UNION. THE EVENTS WITH  
THE RUSSIANS DO NOT HAMPER HIS FREEDOM OF MOVEMENT AGAINST THE INTERNAL  
COMMUNIST THREAT.

RS4DY736PES

73

VX (POST ASKED)

WITH CAIRO

MOSCOW, JAN. 2 (AP)-IZVESTIA HAS COME UP WITH A STRONG AND  
UNUSUAL ATTACK ON A CAIRO NEWSPAPER. THE SOVIET GOVERNMENT DAILY  
SAID CAIRO'S AKHBAR ELYOM WAS "CLOSELY LINKED WITH AMERICAN  
CIRCLES."

IZVESTIA CRITICIZED AKHBAR ELYOM FOR ITS REPORTING ON THE  
SITUATION IN IRAQ AND SINGLED OUT THE EGYPTIAN NEWSPAPER'S DEC. 27  
ISSUE WHICH PUBLISHED "SCORES OF STORIES FROM AMERICAN AND BRITISH  
(NEWS) AGENCIES...WRITTEN IN THE TONE OF WESTERN PROPAGANDA."

THE IZVESTIA DISPATCH FROM CAIRO, PUBLISHED YESTERDAY, SAID AKHBAR  
ELYOM HAD BEEN "A TOADY OF KING FAROUK AND LATER PLAYED THE ROLE  
OF A LACKEY OF OVERSEAS DOLLAR DIPLOMACY."

B65 (U) HK1020PES

-17-

ASWAN DAM (300)  
BY HERB ALTSCHULL

BONN, GERMANY, JAN. 2 (AP)-THE WEST GERMAN GOVERNMENT WAS  
REPORTED TODAY TO BE A BIT MIFFED BY THE EGYPTIAN AGREEMENT TO LET  
THE RUSSIANS START THE ASWAN DAM. THE GERMANS ARE STILL EAGER TO  
HELP BUILD THE DAM.

INFORMED SOURCES SAID IT WAS BECAUSE OF A SOVIET-EGYPTIAN ACCORD  
LAST WEEK THAT A GERMAN GOVERNMENT DELEGATION PUT OFF ITS FACT-  
FINDING TRIP TO CAIRO.

THE DELEGATION, UNDER COUNSELOR HANS KORFF OF THE FINANCE  
MINISTRY, WAS TO HAVE DEPARTED TOMORROW. THE TRIP HAS NOW BEEN PUT OFF  
FOR ABOUT 10 DAYS.

INFORMANTS SAID KORFF WOULD MAKE CLEAR TO THE EGYPTIANS THAT  
GERMANS UNDER NO CIRCUMSTANCES WOULD WORK UNDER RUSSIAN TECHNICIANS



ON THE PROJECT.

THE ASWAN DAM WOULD IRRIGATE MILLIONS OF ACRES OF FARMLAND AND GIVE A GREAT BOOST TO EGYPTIAN ECONOMY.

UNDER THE SOVIET-EGYPTIAN AGREEMENT THE RUSSIANS WOULD FINANCE MUCH OF THE FIRST PHASE OF THE DAM'S CONSTRUCTION. THEY HAVE PLEDGED 400 MILLION RUBLES (ABOUT 100 MILLION DOLLARS AT THE OFFICIAL RATE) AND HAVE PROMISED TECHNICAL AID. THE AGREEMENT WAS NOT CONCLUDED UNTIL SEVERAL WEEKS AFTER THE OFFER OF AID WAS MADE BY SOVIET PREMIER KHRUSHCHEV.

A GERMAN GROUP HAS OFFERED 200 MILLION MARKS (48 MILLION DOLLARS) AS PART OF A MULTI-NATION COMBINE TO WORK ON THE DAM. INFORMANTS SAID THE TOTAL OFFER COMES TO AROUND 100 MILLION DOLLARS WITH ADDITIONAL MONEY FROM JAPAN, SWITZERLAND AND ITALY.

ARAB SOURCES SAID SOME BRITISH FIRMS ALSO WERE INTERESTED IN THE PROJECT AND MIGHT LATER JOIN THE GERMAN-LED COMBINE.

KORFF'S TRIP TO CAIRO WAS BASICALLY AIMED AT SATISFYING THE WEST GERMAN GOVERNMENT THAT THE PROJECT WAS SOUND ENOUGH TO PERMIT IT TO PROVIDE INSURANCE GUARANTEES FOR THE FIRMS.

NOW KORFF WANTS ASSURANCES FROM THE EGYPTIANS THAT THE GERMAN-LED COMBINE WOULD OPERATE INDEPENDENT OF THE RUSSIANS.

EGYPTIAN OFFICIALS HERE SAID THAT IT WAS ASSUMED IN CAIRO THE OFFER PUT UP BY THE GERMAN-LED COMBINE HAD BEEN APPROVED BY THE UNITED STATES, WHICH AT ONE TIME OFFERED TO SUPPLY A BIG CHUNK OF MONEY FOR THE DAM BUT WITHDREW THE OFFER IN 1956.

QR726PES

A94

(120)

LONDON, JAN. 2 (AP)-PRESIDENT NASSER TODAY WAS REPORTED SEEKING TO BUY BRITISH COMET IV JET AIRLINERS FROM BRITAIN IN PREFERENCE TO THE TU104 JETS THE RUSSIANS ARE HAWKING.

THE DAILY HERALD SAID THE UNITED ARAB REPUBLIC GOVERNMENT IS READY TO PLACE AN \$8,400,000 ORDER FOR TWO COMETS FOR ITS AIRLINE MISR AIR.

DE HAVILLAND AIRCRAFT, MAKERS OF THE COMET, WOULD NOT COMMENT ON THE REPORT EXCEPT TO SAY THEY HAD HOPES OF FINDING A GOOD MARKET FOR THE PLANE IN MIDDLE EAST COUNTRIES.

THE HERALD SAID THE DEAL DEPENDS ON TALKS STARTED IN CAIRO YESTERDAY TO SETTLE THE FINANCIAL CLAIMS BRITAIN AND EGYPT HAVE LEVELED AT EACH OTHER AS A RESULT OF THE SUEZ INVASION OF 1956.

WORLD BANK PRESIDENT EUGENE BLACK IS HANDLING THE NEGOTIATIONS AS AN INTERMEDIARY.

BJ751AES

A57

SDEH BOKER, ISRAEL, JAN. 2 (AP)-PREMIER DAVID BEN-GURION TOOK U.N. SECRETARY GENERAL DAG HAMMARSKJOLD FOR A FIVE-MILE WALK ACROSS THE NEGEV DESERT TODAY. THEY DISCUSSED ARMISTICE PROBLEMS AS THEY WALKED.

THE 72-YEAR-OLD ISRAELI LEADER ORDERED HIS CAR TO FOLLOW IN CASE HAMMARSKJOLD GOT TIRED. HAMMARSKJOLD, 53 AND A VETERAN HIKER AND MOUNTAIN CLIMBER, DIDN'T NEED IT.

FOLLOWING THE PAIR AS THEY STRODE ACROSS THE BROWNISH DESERT SURROUNDING THIS LONELY OUTPOST WERE THEIR SECRETARIES AND MAJ. GEN. KARL KARLSSON VON HORN, SWEDISH CHIEF OF THE U.N. TRUCE SUPERVISION ORGANIZATION.

V5544AFS

A7

(110)

JERUSALEM, ISRAELI SECTOR, JAN. 2 (AP)-U.N. SECRETARY GENERAL DAG HAMMARSKJOLD CONCLUDED HIS THREE-DAY VISIT TO ISRAEL TODAY. HIS LAST CALL WAS ON PRESIDENT IZHAK BEN-ZVI AND THE AILING 80-YEAR-OLD JEWISH PHILOSOPHER, PROF. MARTIN BUBER.

HAMMARSKJOLD RETURNED EARLY TODAY FROM THE DESERT SETTLEMENT OF

SDEH BOKER WHERE HE STAYED OVERNIGHT AS THE GUEST OF PREMIER BEN-GURION.

HAMMARSKJOLD AND THE ISRAEL GOVERNMENT ISSUED A COMMUNIQUE WHICH SAID THAT DURING POLITICAL DISCUSSIONS THE IMPLEMENTATION OF ARTICLE 8 OF THE ISRAELI-JORDAN ARMISTICE AGREEMENT AND TRANQUILITY OF THE SYRIAN-ISRAELI BORDER WERE DEALT WITH.

ARTICLE 8 REFERS TO REOPENING OF HEBREW UNIVERSITY AND HADASSAH HOSPITAL ON MT. SCOPUS, IN THE JORDAN SECTOR OF JERUSALEM AND ISRAELI ACCESS TO THE WAILING WALL.

J220PES

A133

TAIPEI, FORMOSA, SATURDAY, JAN. 3 (AP)-COMMUNIST SHORE BATTERIES FIRED 178 SHEELS AT THE QUEMOY ISLANDS BEFORE DAWN TODAY, ENDING A NEW YEAR'S TRUCE THAT BEGAN MONDAY.

THE LULL WAS THE LONGEST SINCE THE REDS RESUMED HOSTILITIES ON OCT. 20 AFTER A 15-DAY CEASE-FIRE. TODAY'S SHELLING RESUMED THE PATTERN OF COMMUNIST BOMBARDMENTS ON ODD-NUMBERED DAYS ONLY.

PD958PES

A146

(140)

TOKYO, SATURDAY, JAN. 3 (AP)-COMMUNIST CHINA TODAY CALLED PRESIDENT TITO A FLUNKY OF THE UNITED STATES BECAUSE THE YUGOSLAV PRESS PRINTED WESTERN NEWS DISPATCHES ABOUT THE RECENT FORMOSA CRISIS.

AN ARTICLE IN THE CHINESE COMMUNIST PARTY'S THEORETICAL MAGAZINE RED FLAG REFLECTED PEIPING'S FURY OVER THE YUGOSLAV PRESS' USE OF DISPATCHES BY WESTERN NEWS AGENCIES AND THE USE OF NATIONALIST CHINESE DEFENSE MINISTRY COMMUNIQUE.

THE RED FLAG ARTICLE, BROADCAST IN FULL BY PEIPING RADIO, SAID YUGOSLAV COMMENTARIES "PLAYED DUETS WITH THE REACTIONARY U.S. NEWSPAPERS, SLANDERING THE CHINESE PEOPLE'S JUST STRUGGLE AGAINST U.S. AGGRESSION."

COMMUNIST CHINA BEGAN ITS ATTACK ON TITO FOR "REVISIONISM" (COMMUNIST BACKSLIDING) BEFORE THE FORMOSA STRAIT WAR BEGAN. THE LATEST ATTACK STEMMED FROM YUGOSLAVIA'S REFUSAL, TO ACCEPT PEIPING'S STAND IN THAT CRISIS WITHOUT QUESTION.

RA1037PES

A185WX

(360) SECURITY

BY KARL BAUMAN

WASHINGTON, JAN. 2 (AP)-THE GOVERNMENT MOVED TODAY TO AVOID A SUPREME COURT SHOWDOWN OVER THE RIGHT OF GOVERNMENT AND DEFENSE PLANT WORKERS TO KNOW AND BE CONFRONTED BY THEIR ACCUSERS IN SECURITY CASES.

IT DID SO BY CLEARING CHARLES ALLEN TAYLOR, WHOSE CASE IS BEFORE THE SUPREME COURT, FOR ACCESS TO SECRET DEFENSE INFORMATION.

TAYLOR WAS FIRED FROM HIS JOB AS A TOOL MAKER AT BELL AIRCRAFT CORP., BUFFALO, N.Y., AFTER THE INDUSTRIAL PERSONNEL SECURITY REVIEW BOARD OF THE DEFENSE DEPARTMENT REVOKED HIS SECURITY CLEARANCE.

THE BOARD, ON THE BASIS OF INFORMATION SUPPLIED BY SIX UNIDENTIFIED INFORMANTS, FOUND THAT TAYLOR IN 1942 AND 1943 HAD BEEN A MEMBER, PAID DUES TO, AND HELD A MEMBERSHIP CARD IN THE COMMUNIST PARTY.

TAYLOR, WHO MADE A CATEGORICAL DENIAL OF THE CHARGES, DEMANDED TO KNOW THE IDENTITY OF HIS ACCUSERS. THE BOARD DENIED THE REQUEST, BUT TAYLOR REPEATED HIS DENIAL AND OFFERED TESTIMONY BY 11 FELLOW WORKERS. ALL SUPPORTED HIS DENIAL AND DESCRIBED HIM AS A LOYAL AMERICAN.

BUT AS LATE AS LAST OCT. 13 THE BOARD SAID TAYLOR'S DENIALS WERE DELIBERATELY AND KNOWINGLY FALSE.

JOSEPH L. RAUH JR., ONE OF TAYLOR'S LAWYERS, RECEIVED A LETTER TODAY FROM A. TAYLOR PORT, DIRECTOR SECURITY REVIEW OFFICE, SAYING



THAT SECRETARY OF DEFENSE MCELROY HAS DETERMINED TAYLOR'S CLEARANCE FOR ACCESS TO SECRET INFORMATION "IS IN THE NATIONAL INTEREST." IN A BRIEF FILED WITH THE SUPREME COURT IN DECEMBER, SOLICITOR GENERAL J. LEE RANKIN SAID THE TAYLOR CASE "IS NOW SUBJECT TO FURTHER REVIEW BY THE DEPARTMENTS OF DEFENSE AND JUSTICE." THE OUTCOME, RANKIN TOLD THE COURT, "COULD MOOT THE CASE OR MATERIALLY ALTER THE LEGAL SITUATION." BY THIS LANGUAGE, RANKIN MEANT THERE MIGHT BE NO LIVE LEGAL ISSUE TO BE DECIDED. TAYLOR'S LAWYERS INDICATED THEY WILL OPPOSE DISMISSAL OF THE CASE AND URGE A RULING ON THE CONFRONTATION ISSUE. THE GOVERNMENT HAS STEADFASTLY CONTENDED THAT THE RIGHT TO BE CONFRONTED BY ACCUSERS, WHICH APPLIES IN CRIMINAL CASES, DOES NOT APPLY IN SECURITY CASES INVOLVING GOVERNMENT AND DEFENSE PLANT WORKERS. THE ISSUE HAS BEEN RAISED IN SEVERAL CASES IN RECENT YEARS, BUT THE SUPREME COURT HAS FOUND WAYS OF DISPOSING OF THE CASES WITHOUT RULING ON THAT PARTICULAR ISSUE. IN THE 1940'S, THE LAST TIME THE SUPREME COURT RULED ON CONFRONTATION, IT DIVIDED 4-4. THE EQUAL DIVISION UPHeld THE DISCHARGE OF A GOVERNMENT WORKER IN A CASE WHICH INVOLVED THE USE OF CONFIDENTIAL INFORMANTS.

EH112PES

B78WX (Q)

(310) NIGHT LEAD MISSILE ENGINE  
WASHINGTON, JAN. 2 (AP)-THE AIR FORCE CANCELLED A MULTIMILLION DOLLAR CONTRACT TODAY FOR THE LIGHTWEIGHT JET ENGINE THAT WOULD HAVE POWERED THE GOOSE (CORRECT) MISSILE. THE GOOSE MISSILE PROGRAM WAS ENDED SEVERAL WEEKS AGO. FAIRCHILD ENGINE AND AIRPLANE CORP., WHICH WAS BUILDING THE J83 ENGINE AT ITS DEER PARK, N.Y., PLANT, SAID THE CANCELLATION WILL FORCE THE IMMEDIATE LAYOFF OF MORE THAN 2,000 EMPLOYEES. THIS WILL BE FOLLOWED IN THE NEAR FUTURE BY COMPLETE SHUTDOWN OF THE LONG ISLAND FACILITY. "NEITHER THE OTHER FAIRCHILD DIVISIONS ON LONG ISLAND NOR THE AIRCRAFT AND MISSILES DIVISION AT HAGERSTOWN, MD., ARE INVOLVED," FAIRCHILD PRESIDENT J. H. CARMICHAEL SAID IN A STATEMENT. "THE IMPACT OF THE CANCELLATION OF THE GOOSE PROJECT AND THE J83 PROGRAM WILL REDUCE ANTICIPATED SALES OF THE CORPORATION BY APPROXIMATELY 56 MILLION DOLLARS IN 1959." CARMICHAEL SAID THE GOOSE MISSILE PROJECT WAS WIPED OUT BECAUSE OF "CHANGED CONCEPTS OF MISSILE DEVELOPMENT AND DEFENSE BUDGET LIMITATIONS WHICH HAVE RESULTED IN THE VIRTUAL ELIMINATION FROM THE DEFENSE PROGRAM OF AIR-BREATHING MISSILES IN FAVOR OF BALLISTIC TYPES." AIR-BREATHING MISSILES ARE THOSE USING JET OR RAMJET ENGINES, AS DISTINGUISHED FROM ROCKET-POWERED BALLISTIC MISSILES WHICH CARRY THEIR OWN OXIDIZERS AND THUS CAN OPERATE OUTSIDE THE EARTH'S ATMOSPHERE. THE AIR FORCE HAD INVESTED 58 MILLION DOLLARS IN THE J83 PROJECT AND AN ESTIMATED 70 MILLION ON THE GOOSE PROGRAM. OTHER RECENTLY CANCELLED CRUISE-TYPE OR AIR BREATHING MISSILES INCLUDE THE CHANCE VOUGHT REGULUS II, ON WHICH 78 MILLION HAS BEEN SPENT, AND THE BELL RASCAL, REPRESENTING AN INVESTMENT OF 374 MILLION DOLLARS. THE GOOSE WAS A GROUND-LAUNCHED DECOY MISSILE INTENDED TO CONFUSE ENEMY RADAR. AT THE TIME OF THE MID-DECEMBER CANCELLATION FAIRCHILD SAID THE ACTION WOULD AFFECT 210 EMPLOYEES AT ITS WYANDANCH, N.Y. PLANT AND 140 AT HAGERSTOWN AND CAPE CANAVERAL, FLA. CARMICHAEL SAID EVERY EFFORT WOULD BE MADE TO USE THE RESERVOIR OF SKILLS REPRESENTED BY THE DEER PARK EMPLOYEES AND TO LESSEN THE IMPACT OF THE LAYOFFS ON THE LONG ISLAND COMMUNITIES.

MC849PES

30.24- 5715

B50WX Q (240)

MILITARY COMMAND  
WASHINGTON, JAN. 2 (AP)-A SHORTENED CHAIN OF MILITARY COMMAND--DIRECT FROM POLICY AND STRATEGY MARKERS TO FIVE COMMAND HEADQUARTERS--HAS GONE INTO EFFECT UNDER THE DEFENSE REORGANIZATION ACT. TWO DEFENSE DEPARTMENT DIRECTIVES, EFFECTIVE WITH THE START OF THE NEW YEAR, ELIMINATE TIME-CONSUMING ROUTING OF STRATEGY AND POLICY DECISIONS THROUGH VARIOUS OFFICES. THE DECISIONS NOW WILL BE CARRIED OUT DIRECTLY BY FIVE COMMANDS--THE CONTINENTAL AIR DEFENSE COMMAND, THE STRATEGIC AIR COMMAND AND THE PACIFIC, ATLANTIC AND EASTERN ATLANTIC-MEDITERRANEAN HEADQUARTERS. BEFORE THE NEW SYSTEM BECAME EFFECTIVE AN ORDER OF THE DEFENSE SECRETARY MOVED THROUGH THE CIVILIAN SECRETARY OF THE SERVICE INVOLVED AND HIS MILITARY CHIEF OF STAFF TO A FIELD COMMAND. ONE BIG CHANGE UNDER THE NEW SYSTEM WILL BE A TIGHTENING OF CONTROL OF THE CONTINENTAL AIR DEFENSE COMMAND OVER ITS ARMY, AIR FORCE AND NAVY UNITS. UNTIL THE NEW DIRECTIVES BECAME EFFECTIVE EACH SERVICE COULD MAKE ITS OWN DECISION ON WHETHER TO WITHDRAW A UNIT FROM CONAD OR DEPLOY IT TO ANOTHER POSITION IN THE COMMAND AREA. NOW SUCH MOVES MAY BE MADE ONLY UPON SPECIFIC APPROVAL FROM THE WHITE HOUSE AND PENTAGON. DEPUTY SECRETARY OF DEFENSE DONALD QUARLES SAID THE SHARING OF WAR MISSIONS AMONG THE SERVICES IS UNCHANGED FROM THE DUTIES OUTLINED IN THE ORIGINAL ROLES AND MISSIONS AGREEMENT OF THE ARMED FORCES--KNOWN AS THE KEY WEST PAPER--AND TWO SUBSEQUENT REVISIONS. WHEN NEWSMEN NOTED THAT THE KEY WEST PAPER MADE NO PROVISION FOR NEWER PROBLEMS, SUCH AS MISSION ASSIGNMENTS OF THE COMING SPACE AGE, QUARLES AGREED THIS WAS SO BUT SAID SUCH MATTERS COULD BE HANDLED AS THEY AROSE BY SUPPLEMENTAL DIRECTIVES.

WE1259PES

A25WX(BJT)

(350) AMS BUDGET

NIGHT LEAD GM REFUND  
BY FRED S. HOFFMAN  
WASHINGTON, JAN. 2 (AP)-GENERAL MOTORS CORP. HAS AGREED TO REFUND TO THE GOVERNMENT ANOTHER \$4,908,000 ON A CONTROVERSIAL JET PLANE CONTRACT. THE JUSTICE DEPARTMENT, ANNOUNCING THIS TODAY, SAID THE REBATE IS IN ADDITION TO FIVE MILLIONS THE BIG FIRM PAID BACK A YEAR AGO AFTER A REVIEW OF PROFITS MADE ON A 1952 CONTRACT FOR PRODUCTION OF 599 F84F JET FIGHTERS. THE GOVERNMENT CONTENDED GM WAS OVERPAID BECAUSE OF THE FIRM'S ACCOUNTING ERRORS AND COST MISSTATEMENTS. IN DETROIT, GM CHAIRMAN FREDERIC G. DONNER SAID THE SETTLEMENT WAS BASED ON A PROPOSAL INITIATED BY THE MOTOR COMPANY, ADDING: "THE CONTROVERSY WHICH PRECEDED THIS SETTLEMENT RESULTED FROM A MISUNDERSTANDING BETWEEN THE CONTRACTING PARTIES AND GM DOES NOT WISH TO PROFIT THROUGH A MISUNDERSTANDING." THE 375 MILLION DOLLAR CONTRACT FOR THE JET THUNDERSTREAK PLANES HAS BEEN INVESTIGATED BY A HOUSE ARMED SERVICES SUBCOMMITTEE AND THE GENERAL ACCOUNTING OFFICE, WATCHDOG FOR CONGRESS OVER GOVERNMENT SPENDING. SUBCOMMITTEE CHAIRMAN F. EDWARD HEBERT (D-LA) SAID IN NOVEMBER 1957



THAT CM HAD OFFERED TO REPAY THE AIR FORCE MORE THAN HALF OF \$17,459,200 WHICH HEBERT SAID WAS OBTAINED THROUGH MISREPRESENTATION AND EXCESS PROFITS.

HOWEVER, ASST. ATTY. GEN. GEORGE COCHRAN DOUB SAID TODAY THERE NEVER HAS BEEN AN 18 MILLION DOLLAR CM CASE IN THE JUSTICE DEPARTMENT. DOUB SAID THE CAO ORIGINALLY SENT THE CASE TO THE DEPARTMENT AS INVOLVING A TWO MILLION DOLLAR CLAIM. THE FBI THEN MADE AN INDEPENDENT AUDIT OF THE CONTRACT, HE ADDED.

DOUB SAID THAT CM, IN AGREEING TO THE SETTLEMENT, CONTENDED IT HAD NOT WILFULLY MADE ANY COST MISREPRESENTATIONS AND THAT THE REFUNDS WERE BASED ONLY ON THE DIFFERENCE BETWEEN ESTIMATED AND ACTUAL COSTS.

THE FIRST REPAYMENT A YEAR AGO WAS DESCRIBED AS GROWING OUT OF RE-PRICING NEGOTIATIONS IN 1954.

THE SECOND REFUND ANNOUNCED TODAY IS IN SETTLEMENT OF A JUSTICE DEPARTMENT CLAIM FOR \$4,922,962. THIS CLAIM CAME AFTER THE FBI AUDIT.

OF THE 4,922,962, DOUB SAID, THE GOVERNMENT CONTENDED ~~\$3,122,000~~ REPRESENTED OVERPAYMENT RESULTING FROM GENERAL MOTORS ACCOUNTING MISTAKES AND MISSTATEMENT OF COSTS IN ITS PRICING PROPOSALS. HE SAID THE GOVERNMENT CLAIMED AN ADDITIONAL \$1,800,000 UNDER A LAW ~~\$3,118,000~~ AUTHORIZING RECOVERY BEYOND ACTUAL DAMAGE.

ALTHOUGH THE GOVERNMENT CLAIMED \$4,922,962, IT SETTLED FOR ABOUT 15 THOUSAND DOLLARS LESS.

RZ837PES

A174NU

WITH GENERAL MOTORS REFUND (250)

NEW ORLEANS, JAN. 2 (AP)-ATTORNEY GENERAL ROGERS AND HIS "COWBOYS WERE ASLEEP IN THE SADDLE" ON THE GENERAL MOTORS REFUND CASE "UNTIL WE PUT THE SPURS TO THEM," REP. F. EDWARD HEBERT SAID TODAY.

ROGERS ANNOUNCED IN WASHINGTON THAT GENERAL MOTORS WAS RETURNING \$9,908,000 (M) ON A DEFENSE CONTRACT WHICH THE GOVERNMENT CONTENDED INVOLVED EXCESSIVE PROFITS AND ALLEGED MISSTATEMENTS OF COSTS.

"MY MAIN COMMENT IS THAT ROGERS STILL HAS A SENSE OF HUMOR FROM CHRISTMAS," HEBERT SAID. "THE CONVIVIALITY OF CHRISTMAS SPIRIT MYST HAVE HELD OVER TO THE NEW YEAR."

HEBERT SAID THE PUBLIC WOULD STILL BE IN THE DARK HAD IT NOT BEEN FOR ACTION TAKEN BY THE HOUSE ARMED SERVICES SUBCOMMITTEE WHICH HE HEARD HEBERT SEVERAL WEEKS AGO ACCUSED THE JUSTICE DEPARTMENT OF LAXITY IN A POSSIBLE FRAUD CASE.

"IT TICKLES ME WHEN ROGERS INDICATES THE DEPARTMENT OF JUSTICE RECOVERED SOME TEN MILLION DOLLARS," HEBERT SAID. "WE'D STILL BE WAITING IF WE HAD WAITED FOR THE ATTORNEY GENERAL TO DRAG HIS HEELS."

THE SETTLEMENT, HE SAID, WAS REACHED ONLY WHEN HIS SUBCOMMITTEE PUBLICLY EXPOSED TARDINESS IN HANDLING THE MATTER, HEBERT SAID.

HEBERT SAID THE GENERAL ACCOUNTING OFFICE ORIGINALLY OFFERED TO LET GENERAL MOTORS SETTLE ON A MORAL BASIS AND GENERAL MOTORS REFUSED.

"IT WAS ONLY WHEN THE SUBCOMMITTEE PUBLICLY EXPOSED THIS MATTER THAT THE BALL STARTED ROLLING," HE SAID. "GENERAL MOTORS WOULDN'T HAVE COME UP WITH ANY SUCH SETTLEMENT OFFER IF IT WASN'T WRONG."

HEBERT TOOK THE OPPORTUNITY TO DEFEND THE WORK OF HIS SUBCOMMITTEE AND SIMILAR GROUPS. THE QUESTION IS ALWAYS RAISED, HE SAID, WHETHER SUCH GROUPS ARE WORTHWHILE OF IF MONEY APPROPRIATED TO THEM ISN'T WASTED.

"MY SUBCOMMITTEE RECEIVED AN APPROPRIATION OF \$250,000 FOR TWO YEARS," HE SAID. "AND WE WILL RETURN \$78,000 OF IT. WE GOT A REFUND FROM GENERAL MOTORS FOR ALMOST 10 MILLION DOLLARS. I THINK THOSE ARE PRETTY GOOD ODDS."

JB1052PCS

A196KX (120)

OAKLAND, CALIF., JAN 2 (AP)-SEVENTY-SEVEN CHINESE, FLEEING FROM COMMUNISM, ARRIVED FROM HONG KONG TODAY IN A CHARTERED PLANE.

THE GROUP, INCLUDING TEACHERS, ARTISTS, ENGINEERS AND MEMBERS OF OTHER PROFESSIONS, WAS THE THIRD TO BE BROUGHT INTO THE UNITED STATES BY THE AID REFUGEE CHINESE INTELLECTUALS, INC. (CAPS A, R, C, I, I.).

THEY STEPPED FROM THE BIG TRANSOCEAN AIR LINES PLANE SECURE IN THE KNOWLEDGE THIS NATION HAS GRANTED THEM PERMANENT HAVEN UNDER THE EMERGENCY RELIEF ACT.

AMONG THE GROUP WERE: HU JAN, FOUNDER OF THE <sup>HUNAN</sup> HUNAN PROVINCIAL COLLEGE OF MUSIC; LT. GEN. FUNG TZE CHI, FORMER CHIEF OF STAFF OF THE CHINESE NATIONALIST ARMY; DR. TSAO YU HSIANG, PROFESSOR OF BALLISTICS; AND S. P. LEE, NOTED ARTIST IN OILS.

HU1245PCS

A94MX

NIGHT LEAD (290)

LOS ALAMOS, N.M., JAN2 (AP)-AN EXPERT IN NUCLEAR MEDICINE SAYS THE FACT THAT ONLY THREE PERSONS DIED OF RADIATION AT THIS ATOMIC LABORATORY IN 13 YEARS MAKES HIM BELIEVE "OUR RECORD HAS BEEN FABULOUSLY GOOD."

DR. THOMAS SHIPMAN, WHO HEADS THE HEALTH DIVISION OF THE LOS ALAMOS SCIENTIFIC LABORATORY, COMMENTED ON THE DEATH OF CECIL W. KELLEY, 38, A LABORATORY TECHNICIAN. KELLY DIED YESTERDAY OF RADIATION BURNS RECEIVED ABOUT 36 HOURS BEFORE IN A LABORATORY ACCIDENT.

SHIPMAN SAID THE TECHNICIAN DIED FROM DAMAGE TO HIS CENTRAL NERVOUS SYSTEM, AND IT MAY HAVE BEEN THE FIRST DEATH OF THAT TYPE OUTSIDE OF WAAR. HE SAID THAT IS ONE OF THREE TYPES OF FATAL RADIATION INJURIES.

"LOS ALAMOS HAS BEEN UNFORTUNATE ENOUGH, NOW, TO HAVE EXPERIENCED ALL THREE," SHIPMAN SAID. HE USED THE THREE LOS ALAMOS RADIATION DEATHS TO ILLUSTRATE THE TYPES.

HARRY K. DAGLIAN WAS THE FIRST TO DIE, IN SEPTEMBER, 1945. SHIPMAN SAID THE VICTIM RECEIVED 800 TO 900 ROENTGENS AND DIED IN 26 DAYS OF DAMAGE TO THE BONE MARROW-BLOOD FORMING SYSTEM.

A ROENTGEN IS A UNIT OF RADIATION MEASUREMENT.

DR. LOUIS SLOTIN DIED IN MAY, 1946, OF DAMAGE TO THE GASTRO-INTESTINAL TRACT NINE DAYS AFTER A RADIATION DOSE OF ABOUT 1,900 ROENTGENS.

SHIPMAN SAID OF KELLEY'S DEATH: "WHEN A PERSON GETS A DOSE OF 4,000 TO 5,000 ROENTGENS, THEN THE VICTIM DIES IN ONE TO SIX DAYS FROM DAMAGE TO THE CENTRAL NERVOUS SYSTEM."

OUTSIDE THE DEATHS FROM THE ATOMIC BOMBING OF HIROSHIMA AND NAGASAKI, WHICH ENDED WORLD WAR II, KELLY'S DEATH MAY BE THE FIRST OF ITS TYPE, SHIPMAN SAID.

THEN HE SPOKE OF WHAT HE CALLED LOS ALAMOS' "FABULOUSLY GOOD" RECORD:

"THE NATION HAS PEOPLE KILLED IN ACCIDENTS OF ALL TYPES. WE OUGHT TO TRY TO GET RADIATION OUT OF A CLASS BY ITSELF. THERE ARE PEOPLE ALL OVER THE COUNTRY WHO LIVE WITH IT AND WORK WITH IT EVERY DAY. PEOPLE HAVE GOT TO STOP GETTING SCARED AND AWED BY IT."

"WE'RE GOING TO HAVE TO LIVE WITH IT A LONG TIME---MORE AND MORE AS TIME GOES ON. IT SHOULD NOT BE INVESTED WITH SUCH AN AURA OF MYSTERY. YOU'RE JUST AS DEAD IF YOU GET HIT BY A TAXI."

EW628PCS



(200) B69 KX

LOS ANGELES, JAN. 2 (AP)-SPOKESMEN FOR MORAL RE-ARMAMENT CITED NINE DEVELOPMENTS TODAY AS EVIDENCE THAT THE ORGANIZATION HAS MADE STRIDES IN ITS GOAL TO BE A POSITIVE ANTIDOTE TO COMMUNISM.

AS THE MRA NEARED THE END OF A WEEK-LONG ASSEMBLY HERE, THE FOLLOWING WERE DESCRIBED AS ACCOMPLISHMENTS OF THE PAST FIVE YEARS:

1. A BETTER RELATIONSHIP BETWEEN JAPAN AND SOUTH KOREA AS A RESULT OF AN MRA-ORIENTED JAPANESE DELEGATION APOLOGIZING TO THE KOREANS FOR MISTREATMENT DURING 40 YEARS OF JAPANESE OCCUPATION.
2. IMPROVED UNDERSTANDING RESULTING FROM PRIME MINISTER KISHI OF JAPAN WITHDRAWING PROPERTY CLAIMS AGAINST KOREA. THIS CAME, THE MRA SPOKESMEN SAID, FROM APPEALS BY JAPANESE MRA DELEGATES.
3. KISHI'S PUBLIC APOLOGY TO NINE ASIAN COUNTRIES FOR WORLD WAR II ATROCITIES.
4. BOYCOTTING OF THE MOSCOW YOUTH FESTIVAL BY 100 JAPANESE YOUTHS IN 1957. THE YOUTHS CHOSE TO GO INSTEAD TO THE MRA CAMP AT MACKINAC ISLAND, MICH.
5. PRIME MINISTER KISHI'S MODIFICATION OF FOREIGN POLICY AFTER, THE MRA DELEGATES WERE TOLD, HE TALKED WITH DR. FRANK BUCHMAN, FOUNDER OF MRA.
6. IMPROVEMENT IN BURMESE-JAPANESE RELATIONS AFTER JAPAN'S ASSERTED ACCEPTANCE OF MRA IDEALOGY.
7. PRIME MINISTER U NU OF BURMA INFLUENCED BY MRA CONCEPTS.
8. BURMA AND THAILAND, PAST ENEMIES, SWITCH TO COOPERATION.
9. MRA'S IDEOLOGY OF "SACRIFICE, LOVE, PURITY AND UNSELFINESS" PROVES BENEFICIAL IN HELPING AVERT LABOR DISPUTES.

EW7PCS

B25(EG) (260)

SYRACUSE, N. Y., JAN. 2 (AP)-A WINDOWLESS CEMENT BUILDING STOOD SENTINEL TODAY AGAINST AIR ATTACK ON 45 MILLION AMERICANS IN THE NORTHEAST.

THE NATION'S FIRST AIR DEFENSE COMMAND DIVISION OF SAGE (CAPS) WENT INTO OPERATION WITHIN THE BUILDING AS THE NEW YEAR BEGAN.

STAFFED BY THE 26TH AIR DIVISION OF THE NORTH AMERICAN AIR DEFENSE COMMAND, THE BUILDING HOUSES A 275-TONE ELECTRONIC COMPUTER THAT CALLS THE SIGNALS FOR AIR DEFENSE SECTORS IN A 250,000-SQUARE-MILE SECTION THAT INCLUDES 13 STATES.

ALL INFORMATION REGARDING AIRCRAFT MOVEMENT IN THE NORTHEAST IS FLASHED TO THE COMPUTER FROM POSTS THROUGHOUT THE AREA. SHOULD THE AIRCRAFT NOT BE IDENTIFIED, THE AIR DEFENSE COMMAND WOULD LAUNCH AN OPERATION TO INTERCEPT AND DESTROY IT.

BEHIND THE 15-INCH-THICK WALLS OF THE BUILDING, MAJ. GEN. SAM W. AGEE DIRECTS THE "ELECTRICAL UMBRELLA" OVER THE NORTHEAST. ALSO UNDER HIS COMMAND ARE FIGHTER AIRCRAFT, AERIAL ROCKETS AND NIKE GUIDED MISSILES THAT RING LARGE CITIES AND INDUSTRIAL AREAS IN THE 13 STATES.

FEEDING INFORMATION INTO THE COMPUTER ARE DEFENSE STATIONS IN BANGOR, MAINE, NEW YORK, WASHINGTON, SYRACUSE AND BOSTON. SOME OF THESE CENTERS ARE NOT YET COMPLETELY IN OPERATION.

INFORMATION ALSO COMES FROM RADAR NETWORKS IN THE UNITED STATES, CANADA AND ALASKA, AND FROM THE CIVIL AERONAUTICS ADMINISTRATION, MILITARY FLIGHT CENTERS, NAVY PICKET SHIPS, OTHER AIRCRAFT, TEXAS TOWERS AND AIR WEATHER SERVICE STATIONS.

THE TITLE OF SAGE IS AN ABBREVIATION FOR SEMI-AUTOMATIC GROUND ENVIRONMENT. SOME DATA IS FED TO THE COMPUTER BY HAND, HENCE IT IS SEMI-AUTOMATIC. IT IS CALLED "GROUND ENVIRONMENT" BECAUSE ITS INFORMATION SOURCES ARE GROUND INSTALLATIONS.

THE COMPUTER REQUIRES AS MUCH ELECTRICAL POWER AS DOES A COMMUNITY OF 15,000 RESIDENTS.  
DS447AES

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END — JAN 2, 1959